

**GENERAL ASSEMBLY AND  
LEGISLATIVE AGENCIES AND  
COMMISSIONS OF THE COMMONWEALTH OF VIRGINIA**

**FINANCIAL REPORT**

**JUNE 30, 2010**

**GENERAL ASSEMBLY AND LEGISLATIVE AGENCIES AND  
COMMISSIONS OF THE COMMONWEALTH OF VIRGINIA**

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**GENERAL ASSEMBLY AND LEGISLATIVE AGENCIES AND  
COMMISSIONS OF THE COMMONWEALTH OF VIRGINIA**

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## **FINANCIAL SECTION**

## INDEPENDENT AUDITOR'S REPORT

The General Assembly and Legislative  
Agencies and Commissions of the  
Commonwealth of Virginia

We have audited the accompanying cash basis financial statements of the General Assembly and Legislative Agencies and Commissions of the Commonwealth of Virginia ("the Agencies") as of and for the year ended June 30, 2010, as listed in the table of contents. These cash basis financial statements are the responsibility of the respective managements of the Agencies. Our responsibility is to express an opinion on these cash basis financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

As described in Note 1, these financial statements were prepared on the cash basis of accounting, which is a comprehensive basis of accounting other than generally accepted accounting principles.

**In our opinion, the financial statements referred to above present fairly, in all material respects, the cash balances of the General Assembly and Legislative Agencies and Commissions of the Commonwealth of Virginia as of and for the year ended June 30, 2010, and its cash basis revenues and expenditures for the year then ended on the basis of accounting described in Note 1.**

In accordance with *Government Auditing Standards*, we have also issued our report dated September 24, 2010, on our consideration of the Agencies' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

*Brown, Edwards & Company, L.L.P.*  
CERTIFIED PUBLIC ACCOUNTANTS

Roanoke, Virginia  
September 24, 2010

**GENERAL ASSEMBLY OF THE COMMONWEALTH**

**CASH BASIS STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES  
IN CASH BALANCE - BUDGET AND ACTUAL - GENERAL FUND  
For The Year Ended June 30, 2010**

	<b>General Fund</b>		<b>Variance Positive (Negative)</b>	
	<b>Budget</b>	<b>Actual</b>		
REVENUE:				
Appropriations from the General Fund of the Commonwealth:				
Original	\$ 32,545,351	\$ 32,545,351	\$ -	
Prior year surplus re-appropriated *	6,699,211	-	(6,699,211)	
Other adjustments and transfers, net	(879,766)	(879,766)	-	
Total revenue	<u>38,364,796</u>	<u>31,665,585</u>	<u>(6,699,211)</u>	
EXPENDITURES	<u>38,364,796</u>	<u>31,253,584</u>	<u>7,111,212</u>	
Excess of revenue over expenditures	<u><u>\$ -</u></u>	<u><u>412,001</u></u>	<u><u>\$ 412,001</u></u>	
CASH BALANCE, beginning of year		<u>6,699,211</u>		
CASH BALANCE, end of year		<u><u>\$ 7,111,212</u></u>		

\* Amount was shown as a carry-over from prior year and recorded in CARS system as a revenue.  
It has not been included in revenue in this statement since it was included in beginning cash.

**AUDITOR OF PUBLIC ACCOUNTS**  
**(An Agency of the General Assembly of the Commonwealth of Virginia)**

**CASH BASIS STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES  
IN CASH BALANCE - BUDGET AND ACTUAL - GENERAL AND SPECIAL REVENUE FUNDS  
For The Year Ended June 30, 2010**

	<b>General Fund</b>		
	<b>Budget</b>	<b>Actual</b>	<b>Variance Positive (Negative)</b>
REVENUE:			
Appropriations from the General Fund of the Commonwealth:			
Original	\$ 10,487,543	\$ 10,487,543	\$ -
Prior years surplus re-appropriated *	756,582	-	(756,582)
Prior years surplus not re-appropriated	-	(396,244)	(396,244)
Other adjustments and transfers, net	(1,389,912)	(1,389,912)	-
From other governmental agencies	-	373,177	373,177
Total revenue	9,854,213	9,074,564	(779,649)
EXPENDITURES	9,854,213	8,887,066	967,147
Excess of revenue over expenditures	\$ -	187,498	\$ 187,498
CASH BALANCE, beginning of year		1,152,826	
CASH BALANCE, end of year		\$ 1,340,324	

\* Amount was shown as a carry-over from prior year and recorded in CARS system as a revenue.  
It has not been included in revenue in this statement since it was included in beginning cash.

The Notes to Financial Statements are  
an integral part of this statement.

Special Revenue Fund		
Budget	Actual	Variance Positive (Negative)
\$ -	\$ -	\$ -
-	-	-
-	-	-
-	-	-
869,754	949,129	79,375
869,754	949,129	79,375
869,754	869,754	-
<u>\$ -</u>	<u>79,375</u>	<u>\$ 79,375</u>
	<u>1,324,101</u>	
	<u>\$ 1,403,476</u>	



**BROWN V. BOARD OF EDUCATION SCHOLARSHIP AWARDS COMMITTEE**  
**(An Agency of the General Assembly of the Commonwealth of Virginia)**

**CASH BASIS STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES**  
**IN CASH BALANCE - BUDGET AND ACTUAL - GENERAL FUND**  
**For The Year Ended June 30, 2010**

	<b>General Fund</b>		
	<b>Budget</b>	<b>Actual</b>	<b>Variance Positive (Negative)</b>
REVENUE:			
Appropriations from the General Fund of the Commonwealth:			
Original	\$ 25,296	\$ 25,296	\$ -
Prior year surplus re-appropriated *	39,119	-	(39,119)
Total revenue	64,415	25,296	(39,119)
EXPENDITURES	64,415	15,088	49,327
Excess of revenue over expenditures	\$ -	10,208	\$ 10,208
CASH BALANCE, beginning of year		39,119	
CASH BALANCE, end of year		\$ 49,327	

\* Amount was shown as a carry-over from prior year and recorded in CARS system as a revenue.  
It has not been included in revenue in this statement since it was included in beginning cash.

**CAPITAL SQUARE PRESERVATION COUNCIL**  
**(An Agency of the General Assembly of the Commonwealth of Virginia)**

**CASH BASIS STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES  
IN CASH BALANCE - BUDGET AND ACTUAL - GENERAL AND SPECIAL REVENUE FUNDS  
For The Year Ended June 30, 2010**

	<b>General Fund</b>		<b>Variance Positive (Negative)</b>
	<b>Budget</b>	<b>Actual</b>	
REVENUE:			
Appropriations from the General Fund of the Commonwealth:			
Original	\$ 115,750	\$ 115,750	\$ -
Prior year surplus re-appropriated *	54,761	-	(54,761)
Other adjustments and transfers, net	(3,209)	(3,209)	-
Other	-	-	-
Total revenue	167,302	112,541	(54,761)
EXPENDITURES	167,302	112,261	55,041
Excess of revenue (expenditures) over expenditures (revenue)	\$ -	280	\$ 280
CASH BALANCE, beginning of year		54,761	
CASH BALANCE, end of year		\$ 55,041	

\* Amount was shown as a carry-over from prior year and recorded in CARS system as a revenue.  
It has not been included in revenue in this statement since it was included in beginning cash.

The Notes to Financial Statements are  
an integral part of this statement.

Special Revenue Fund		
Budget	Actual	Variance Positive (Negative)
\$ -	\$ -	\$ -
13,546	-	(13,546)
-	-	-
-	525	525
13,546	525	(13,021)
13,546	7,691	5,855
<u>\$ -</u>	<u>(7,166)</u>	<u>\$ (7,166)</u>
	13,546	
	<u>\$ 6,380</u>	

**CHESAPEAKE BAY COMMISSION**  
**(An Agency of the General Assembly of the Commonwealth of Virginia)**

**CASH BASIS STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES  
IN CASH BALANCE - BUDGET AND ACTUAL - GENERAL FUND  
For The Year Ended June 30, 2010**

	<b>General Fund</b>		
	<b>Budget</b>	<b>Actual</b>	<b>Variance Positive (Negative)</b>
REVENUE:			
Appropriations from the General Fund of the Commonwealth:			
Original	\$ 232,502	\$ 232,502	\$ -
Other adjustments and transfers, net	(2,909)	(2,909)	-
Total revenue	229,593	229,593	-
EXPENDITURES	229,593	229,593	-
Excess of revenue over expenditures	\$ -	-	\$ -
CASH BALANCE, beginning of year		-	
CASH BALANCE, end of year		\$ -	

**COMMISSION ON ELECTRIC UTILITY RESTRUCTURING**  
**(An Agency of the General Assembly of the Commonwealth of Virginia)**

**CASH BASIS STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES**  
**IN CASH BALANCE - BUDGET AND ACTUAL - GENERAL FUND**  
**For The Year Ended June 30, 2010**

	<b>General Fund</b>		<b>Variance Positive (Negative)</b>
	<b>Budget</b>	<b>Actual</b>	
REVENUE:			
Appropriations from the General Fund of the Commonwealth:			
Original	\$ 10,000	\$ 10,000	\$ -
Prior year surplus re-appropriated *	16,882	-	(16,882)
Total revenue	26,882	10,000	(16,882)
EXPENDITURES	26,882	789	26,093
Excess of revenue over expenditures	\$ -	9,211	\$ 9,211
CASH BALANCE, beginning of year		16,882	
CASH BALANCE, end of year		\$ 26,093	

\* Amount was shown as a carry-over from prior year and recorded in CARS system as a revenue. It has not been included in revenue in this statement since it was included in beginning cash.

**COMMISSION ON PREVENTION OF HUMAN TRAFFICKING**  
**(An Agency of the General Assembly of the Commonwealth of Virginia)**

**CASH BASIS STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES**  
**IN CASH BALANCE - BUDGET AND ACTUAL - GENERAL FUND**  
**For The Year Ended June 30, 2010**

	<b>General Fund</b>		<b>Variance Positive (Negative)</b>
	<b>Budget</b>	<b>Actual</b>	
REVENUE:			
Appropriations from the General Fund of the Commonwealth:			
Original	\$ 9,360	\$ 9,360	\$ -
Prior year surplus re-appropriated *	14,785	-	(14,785)
Total revenue	24,145	9,360	(14,785)
EXPENDITURES	24,145	-	24,145
Excess of revenue over expenditures	<u>\$ -</u>	<u>9,360</u>	<u>\$ 9,360</u>
CASH BALANCE, beginning of year		<u>14,785</u>	
CASH BALANCE, end of year		<u>\$ 24,145</u>	

\* Amount was shown as a carry-over from prior year and recorded in CARS system as a revenue. It has not been included in revenue in this statement since it was included in beginning cash.

**COMMISSION ON UNEMPLOYMENT COMPENSATION**  
**(An Agency of the General Assembly of the Commonwealth of Virginia)**

**CASH BASIS STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES**  
**IN CASH BALANCE - BUDGET AND ACTUAL - GENERAL FUND**  
**For The Year Ended June 30, 2010**

	<b>General Fund</b>		
	<b>Budget</b>	<b>Actual</b>	<b>Variance Positive (Negative)</b>
REVENUE:			
Appropriations from the General Fund of the Commonwealth:			
Original	\$ 6,000	\$ 6,000	\$ -
Prior year surplus re-appropriated *	9,878	-	(9,878)
Total revenue	15,878	6,000	(9,878)
EXPENDITURES	15,878	4,173	11,705
Excess of revenue over expenditures	\$ -	1,827	\$ 1,827
CASH BALANCE, beginning of year		9,878	
CASH BALANCE, end of year		\$ 11,705	

\* Amount was shown as a carry-over from prior year and recorded in CARS system as a revenue. It has not been included in revenue in this statement since it was included in beginning cash.

**COMMISSION ON THE VIRGINIA ALCOHOL SAFETY ACTION PROGRAM**  
**(An Agency of the General Assembly of the Commonwealth of Virginia)**

**CASH BASIS STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN CASH  
BALANCE - BUDGET AND ACTUAL - SPECIAL REVENUE AND FEDERAL TRUST FUNDS**  
**For The Year Ended June 30, 2010**

	<b>Special Revenue Fund</b>		
	<b>Budget</b>	<b>Actual</b>	<b>Variance Positive (Negative)</b>
REVENUE:			
Driver reinstatement fees and other fees	\$ 1,420,918	\$ 1,420,918	\$ -
Prior years surplus not re-appropriated	-	(1,270,918)	(1,270,918)
Prior years surplus re-appropriated *	24,085	-	(24,085)
Grant awards	-	1,398,347	1,398,347
Other adjustments and transfers, net	-	(400,426)	(400,426)
Total revenue	<u>1,445,003</u>	<u>1,147,921</u>	<u>(297,082)</u>
EXPENDITURES	<u>1,445,003</u>	<u>852,118</u>	<u>592,885</u>
Excess of revenue over expenditures	<u>\$ -</u>	<u>295,803</u>	<u>\$ 295,803</u>
CASH BALANCE, beginning of year		<u>4,135,700</u>	
CASH BALANCE, end of year		<u>\$ 4,431,503</u>	

\* Amount was shown as a carry-over from prior year and recorded in CARS system as a revenue.  
It has not been included in revenue in this statement since it was included in beginning cash.

The Notes to Financial Statements are  
an integral part of this statement.



Federal Trust Fund		
Budget	Actual	Variance Positive (Negative)
\$ -	\$ -	\$ -
-	-	-
-	-	-
500,000	94,969	(405,031)
68,620	-	(68,620)
568,620	94,969	(473,651)
568,620	89,974	478,646
\$ -	4,995	\$ 4,995
	207,080	
	\$ 212,075	

**DIVISION OF CAPITAL POLICE**  
**(An Agency of the General Assembly of the Commonwealth of Virginia)**

**CASH BASIS STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES**  
**IN CASH BALANCE - BUDGET AND ACTUAL - GENERAL FUND**  
**For The Year Ended June 30, 2010**

	<b>General Fund</b>		
	<b>Budget</b>	<b>Actual</b>	<b>Variance Positive (Negative)</b>
REVENUE:			
Appropriations from the General Fund of the Commonwealth:			
Original	\$ 7,428,576	\$ 7,428,576	\$ -
Prior year surplus re-appropriated *	1,397,819	-	(1,397,819)
Other adjustments and transfers, net	(287,590)	(287,590)	-
	<u>8,538,805</u>	<u>7,140,986</u>	<u>(1,397,819)</u>
Total revenue			
EXPENDITURES	<u>8,538,805</u>	<u>6,239,096</u>	<u>2,299,709</u>
Excess of revenue over expenditures	<u>\$ -</u>	<u>901,890</u>	<u>\$ 901,890</u>
CASH BALANCE, beginning of year		<u>1,397,819</u>	
CASH BALANCE, end of year		<u>\$ 2,299,709</u>	

\* Amount was shown as a carry-over from prior year and recorded in CARS system as a revenue.  
It has not been included in revenue in this statement since it was included in beginning cash.

**DIVISION OF LEGISLATIVE AUTOMATED SYSTEMS**  
**(An Agency of the General Assembly of the Commonwealth of Virginia)**

**CASH BASIS STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES**  
**IN CASH BALANCE - BUDGET AND ACTUAL - GENERAL AND SPECIAL REVENUE FUNDS**  
**For The Year Ended June 30, 2010**

	<b>General Fund</b>		<b>Variance Positive (Negative)</b>
	<b>Budget</b>	<b>Actual</b>	
REVENUE:			
Appropriations from the General Fund of the Commonwealth:			
Original	\$ 3,141,016	\$ 3,141,016	\$ -
Prior year surplus re-appropriated *	457,718	-	(457,718)
Other adjustments and transfers, net	(229,332)	(229,332)	-
Other	-	-	-
Total revenue	<u>3,369,402</u>	<u>2,911,684</u>	<u>(457,718)</u>
EXPENDITURES	<u>3,369,402</u>	<u>2,396,136</u>	<u>973,266</u>
Excess of revenue (expenditures) over expenditures (revenue)	<u>\$ -</u>	<u>515,548</u>	<u>\$ 515,548</u>
CASH BALANCE, beginning of year		<u>457,718</u>	
CASH BALANCE, end of year		<u>\$ 973,266</u>	

\* Amount was shown as a carry-over from prior year and recorded in CARS system as a revenue.  
It has not been included in revenue in this statement since it was included in beginning cash.

The Notes to Financial Statements are  
an integral part of this statement.

<b>Special Revenue Fund</b>		
<b>Budget</b>	<b>Actual</b>	<b>Variance Positive (Negative)</b>
\$ -	\$ -	\$ -
-	-	-
-	-	-
<u>277,527</u>	<u>102,919</u>	<u>(174,608)</u>
<u>277,527</u>	<u>102,919</u>	<u>(174,608)</u>
<u>277,527</u>	<u>152,400</u>	<u>125,127</u>
<u>\$ -</u>	<u>(49,481)</u>	<u>\$ (49,481)</u>
	<u>875,604</u>	
	<u>\$ 826,123</u>	

**DIVISION OF LEGISLATIVE SERVICES**  
**(An Agency of the General Assembly of the Commonwealth of Virginia)**

**CASH BASIS STATEMENTS OF REVENUE, EXPENDITURES, AND CHANGES IN CASH  
BALANCE - BUDGET AND ACTUAL - GENERAL AND SPECIAL REVENUE FUNDS**

**For The Year Ended June 30, 2010**

	<b>General Fund</b>		
	<b>Budget</b>	<b>Actual</b>	<b>Variance Positive (Negative)</b>
REVENUE:			
Appropriations from the General Fund of the Commonwealth:			
Original	\$ 5,976,089	\$ 5,976,089	\$ -
Prior year surplus re-appropriated *	553,914	-	(553,914)
Other adjustments and transfers, net	(681,240)	(681,240)	-
Other	-	-	-
Total revenue	5,848,763	5,294,849	(553,914)
EXPENDITURES	5,848,763	5,420,491	428,272
Excess (deficiency) of revenue (expenditures) over expenditures (revenue)	\$ -	(125,642)	\$ (125,642)
CASH BALANCE, beginning of year		553,914	
CASH BALANCE, end of year		\$ 428,272	

\* Amount was shown as a carry-over from prior year and recorded in CARS system as a revenue.  
It has not been included in revenue in this statement since it was included in beginning cash.

The Notes to Financial Statements are  
an integral part of this statement.

<b>Special Revenue Fund</b>		
<b>Budget</b>	<b>Actual</b>	<b>Variance Positive (Negative)</b>
\$ 20,000	\$ -	\$ (20,000)
-	-	-
-	-	-
-	17,022	17,022
20,000	17,022	(2,978)
20,000	13,693	6,307
<u>\$ -</u>	<u>3,329</u>	<u>\$ 3,329</u>
	<u>10,878</u>	
	<u>\$ 14,207</u>	

**DR. MARTIN LUTHER KING, JR. MEMORIAL COMMISSION**  
**(An Agency of the General Assembly of the Commonwealth of Virginia)**

**CASH BASIS STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES  
IN CASH BALANCE - BUDGET AND ACTUAL - GENERAL AND SPECIAL REVENUE FUNDS  
For The Year Ended June 30, 2010**

	<b>General Fund</b>		
	<b>Budget</b>	<b>Actual</b>	<b>Variance Positive (Negative)</b>
REVENUE:			
Appropriations from the General Fund of the Commonwealth:			
Original	\$ 50,349	\$ 50,349	\$ -
Prior year surplus re-appropriated *	142,011	-	(142,011)
Total revenue	192,360	50,349	(142,011)
EXPENDITURES	192,360	48,350	144,010
Excess (deficiency) of revenue (expenditures) over expenditures (revenue)	\$ -	1,999	\$ 1,999
CASH BALANCE, beginning of year		142,011	
CASH BALANCE, end of year		\$ 144,010	

\* Amount was shown as a carry-over from prior year and recorded in CARS system as a revenue.  
It has not been included in revenue in this statement since it was included in beginning cash.

The Notes to Financial Statements are  
an integral part of this statement.

Special Revenue Fund		
Budget	Actual	Variance Positive (Negative)
\$ -	\$ -	\$ -
14,180	-	(14,180)
14,180	-	(14,180)
14,180	12,500	1,680
<u>\$ -</u>	<u>(12,500)</u>	<u>\$ (12,500)</u>
	14,180	
	<u>\$ 1,680</u>	



**JOINT COMMISSION ON ADMINISTRATIVE RULES**  
**(An Agency of the General Assembly of the Commonwealth of Virginia)**

**CASH BASIS STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES**  
**IN CASH BALANCE - BUDGET AND ACTUAL - GENERAL FUND**  
**For The Year Ended June 30, 2010**

	<b>General Fund</b>		<b>Variance Positive (Negative)</b>
	<b>Budget</b>	<b>Actual</b>	
REVENUE:			
Appropriations from the General Fund of the Commonwealth:			
Original	\$ 10,000	\$ 10,000	\$ -
Prior year surplus re-appropriated *	10,102	-	(10,102)
Total revenue	20,102	10,000	(10,102)
EXPENDITURES	20,102	8,363	11,739
Excess of revenue over expenditures	\$ -	1,637	\$ 1,637
CASH BALANCE, beginning of year		10,102	
CASH BALANCE, end of year		\$ 11,739	

\* Amount was shown as a carry-over from prior year and recorded in CARS system as a revenue. It has not been included in revenue in this statement since it was included in beginning cash.

**JOINT COMMISSION ON HEALTH CARE**  
**(An Agency of the General Assembly of the Commonwealth of Virginia)**

**CASH BASIS STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES**  
**IN CASH BALANCE - BUDGET AND ACTUAL - GENERAL FUND**  
**For The Year Ended June 30, 2010**

	<b>General Fund</b>		
	<b>Budget</b>	<b>Actual</b>	<b>Variance Positive (Negative)</b>
REVENUE:			
Appropriations from the General Fund of the Commonwealth:			
Original	\$ 707,131	\$ 707,131	\$ -
Prior year surplus re-appropriated *	71,889	-	(71,889)
Other adjustments and transfers, net	(90,836)	(90,836)	-
Total revenue	688,184	616,295	(71,889)
EXPENDITURES	688,184	649,176	39,008
Deficiency of expenditures over revenue	\$ -	(32,881)	\$ (32,881)
CASH BALANCE, beginning of year		71,889	
CASH BALANCE, end of year		\$ 39,008	

\* Amount was shown as a carry-over from prior year and recorded in CARS system as a revenue.  
It has not been included in revenue in this statement since it was included in beginning cash.

**JOINT COMMISSION ON TECHNOLOGY AND SCIENCE**  
**(An Agency of the General Assembly of the Commonwealth of Virginia)**

**CASH BASIS STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES**  
**IN CASH BALANCE - BUDGET AND ACTUAL - GENERAL FUND**  
**For The Year Ended June 30, 2010**

	<b>General Fund</b>		
	<b>Budget</b>	<b>Actual</b>	<b>Variance Positive (Negative)</b>
REVENUE:			
Appropriations from the General Fund of the Commonwealth:			
Original	\$ 206,904	\$ 206,904	\$ -
Prior year surplus re-appropriated *	2,832	-	(2,832)
Other adjustments and transfers, net	(16,021)	(16,021)	-
Total revenue	193,715	190,883	(2,832)
EXPENDITURES	193,715	185,474	8,241
Excess of revenue over expenditures	\$ -	5,409	\$ 5,409
CASH BALANCE, beginning of year		2,832	
CASH BALANCE, end of year		\$ 8,241	

\* Amount was shown as a carry-over from prior year and recorded in CARS system as a revenue.  
It has not been included in revenue in this statement since it was included in beginning cash.

**JOINT LEGISLATIVE AUDIT AND REVIEW COMMISSION**  
**(An Agency of the General Assembly of the Commonwealth of Virginia)**

**CASH BASIS STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES  
IN CASH BALANCE - BUDGET AND ACTUAL - GENERAL AND TRUST AND AGENCY FUNDS  
For The Year Ended June 30, 2010**

	<b>General Fund</b>		
	<b>Budget</b>	<b>Actual</b>	<b>Variance Positive (Negative)</b>
REVENUE:			
Appropriations from the General Fund of the Commonwealth:			
Original	\$ 3,275,187	\$ 3,275,187	\$ -
Prior year surplus re-appropriated *	418,536	-	(418,536)
Other adjustments and transfers, net	(381,621)	(381,621)	-
Total revenue	<u>3,312,102</u>	<u>2,893,566</u>	<u>(418,536)</u>
EXPENDITURES	<u>3,312,102</u>	<u>2,834,757</u>	<u>477,345</u>
Excess of revenue over expenditures	<u>\$ -</u>	<u>58,809</u>	<u>\$ 58,809</u>
CASH BALANCE, beginning of year		<u>418,536</u>	
CASH BALANCE, end of year		<u>\$ 477,345</u>	

\* Amount was shown as a carry-over from prior year and recorded in CARS system as a revenue.  
It has not been included in revenue in this statement since it was included in beginning cash.

The Notes to Financial Statements are  
an integral part of this statement.

<b>Trust and Agency Fund</b>		
<b>Budget</b>	<b>Actual</b>	<b>Variance Positive (Negative)</b>
\$ 114,916	\$ 71,711	\$ (43,205)
-	-	-
-	-	-
114,916	71,711	(43,205)
114,916	71,711	43,205
<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
	-	
	<u>\$ -</u>	

**MANUFACTURING DEVELOPMENT COMMISSION**  
**(An Agency of the General Assembly of the Commonwealth of Virginia)**

**CASH BASIS STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES**  
**IN CASH BALANCE - BUDGET AND ACTUAL - GENERAL FUND**  
**For The Year Ended June 30, 2010**

	<b>General Fund</b>		<b>Variance Positive (Negative)</b>
	<b>Budget</b>	<b>Actual</b>	
REVENUE:			
Appropriations from the General			
Fund of the Commonwealth:			
Original	\$ 12,000	\$ 12,000	\$ -
Prior year surplus re-appropriated *	18,053	-	(18,053)
Total revenue	30,053	12,000	(18,053)
EXPENDITURES	30,053	3,082	26,971
Excess of revenue over expenditures	\$ -	8,918	\$ 8,918
CASH BALANCE, beginning of year		18,053	
CASH BALANCE, end of year		\$ 26,971	

\* Amount was shown as a carry-over from prior year and recorded in CARS system as a revenue.  
It has not been included in revenue in this statement since it was included in beginning cash.

**NATIONAL CONFERENCE OF COMMISSIONERS ON UNIFORM STATE LAWS**  
**(An Agency of the General Assembly of the Commonwealth of Virginia)**

**CASH BASIS STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES**  
**IN CASH BALANCE - BUDGET AND ACTUAL - GENERAL FUND**  
**For The Year Ended June 30, 2010**

	<b>General Fund</b>		
	<b>Budget</b>	<b>Actual</b>	<b>Variance Positive (Negative)</b>
REVENUE:			
Appropriations from the General Fund of the Commonwealth:			
Original	\$ 62,500	\$ 62,500	\$ -
Prior year surplus re-appropriated *	21	-	(21)
Total revenue	62,521	62,500	(21)
EXPENDITURES	62,521	62,500	21
Excess of revenue over expenditures	\$ -	-	\$ -
CASH BALANCE, beginning of year		21	
CASH BALANCE, end of year		\$ 21	

\* Amount was shown as a carry-over from prior year and recorded in CARS system as a revenue.  
It has not been included in revenue in this statement since it was included in beginning cash.

**SMALL BUSINESS COMMISSION**  
**(An Agency of the General Assembly of the Commonwealth of Virginia)**

**CASH BASIS STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES  
IN CASH BALANCE - BUDGET AND ACTUAL - GENERAL FUND  
For The Year Ended June 30, 2010**

	<b>General Fund</b>		
	<b>Budget</b>	<b>Actual</b>	<b>Variance Positive (Negative)</b>
REVENUE:			
Appropriations from the General Fund of the Commonwealth:			
Original	\$ 15,000	\$ 15,000	\$ -
Prior year surplus re-appropriated *	18,485	-	(18,485)
Total revenue	33,485	15,000	(18,485)
EXPENDITURES	33,485	3,924	29,561
Excess of revenue over expenditures	\$ -	11,076	\$ 11,076
CASH BALANCE, beginning of year		18,485	
CASH BALANCE, end of year		\$ 29,561	

\* Amount was shown as a carry-over from prior year and recorded in CARS system as a revenue.  
It has not been included in revenue in this statement since it was included in beginning cash.



**STATE WATER COMMISSION**  
**(An Agency of the General Assembly of the Commonwealth of Virginia)**

**CASH BASIS STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES  
IN CASH BALANCE - BUDGET AND ACTUAL - GENERAL FUND  
For The Year Ended June 30, 2010**

	<b>General Fund</b>		<b>Variance Positive (Negative)</b>
	<b>Budget</b>	<b>Actual</b>	
REVENUE:			
Appropriations from the General Fund of the Commonwealth:			
Original	\$ 10,160	\$ 10,160	\$ -
Prior year surplus re-appropriated *	54,304	-	(54,304)
Total revenue	64,464	10,160	(54,304)
EXPENDITURES	64,464	5,831	58,633
Excess of revenue over expenditures	\$ -	4,329	\$ 4,329
CASH BALANCE, beginning of year		54,304	
CASH BALANCE, end of year		\$ 58,633	

\* Amount was shown as a carry-over from prior year and recorded in CARS system as a revenue.  
It has not been included in revenue in this statement since it was included in beginning cash.

**VIRGINIA BICENTENNIAL OF THE AMERICAN WAR OF 1812 COMMISSION**  
**(An Agency of the General Assembly of the Commonwealth of Virginia)**

**CASH BASIS STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES**  
**IN CASH BALANCE - BUDGET AND ACTUAL - GENERAL FUND**  
**For The Year Ended June 30, 2010**

	<b>General Fund</b>		
	<b>Budget</b>	<b>Actual</b>	<b>Variance Positive (Negative)</b>
REVENUE:			
Appropriations from the General Fund of the Commonwealth:			
Original	\$ 8,640	\$ 8,640	\$ -
Prior year surplus re-appropriated *	4,650	-	(4,650)
Total revenue	13,290	8,640	(4,650)
EXPENDITURES	13,290	3,520	9,770
Excess of revenue over expenditures	\$ -	5,120	\$ 5,120
CASH BALANCE, beginning of year		4,650	
CASH BALANCE, end of year		\$ 9,770	

\* Amount was shown as a carry-over from prior year and recorded in CARS system as a revenue.  
It has not been included in revenue in this statement since it was included in beginning cash.

**VIRGINIA COAL AND ENERGY COMMISSION**  
**(An Agency of the General Assembly of the Commonwealth of Virginia)**

**CASH BASIS STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES**  
**IN CASH BALANCE - BUDGET AND ACTUAL - GENERAL FUND**  
**For The Year Ended June 30, 2010**

	<b>General Fund</b>		
	<b>Budget</b>	<b>Actual</b>	<b>Variance Positive (Negative)</b>
REVENUE:			
Appropriations from the General Fund of the Commonwealth:			
Original	\$ 21,616	\$ 21,616	\$ -
Prior year surplus re-appropriated *	118,498	-	(118,498)
Total revenue	140,114	21,616	(118,498)
EXPENDITURES	140,114	4,145	135,969
Excess of revenue over expenditures	\$ -	17,471	\$ 17,471
CASH BALANCE, beginning of year		118,498	
CASH BALANCE, end of year		\$ 135,969	

\* Amount was shown as a carry-over from prior year and recorded in CARS system as a revenue.  
It has not been included in revenue in this statement since it was included in beginning cash.

**VIRGINIA CODE COMMISSION**  
**(An Agency of the General Assembly of the Commonwealth of Virginia)**

**CASH BASIS STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES  
IN CASH BALANCE - BUDGET AND ACTUAL - GENERAL AND SPECIAL REVENUE FUNDS  
For The Year Ended June 30, 2010**

	<b>General Fund</b>		
	<b>Budget</b>	<b>Actual</b>	<b>Variance Positive (Negative)</b>
REVENUE:			
Appropriations from the General Fund of the Commonwealth:			
Original	\$ 69,309	\$ 69,309	\$ -
Prior year surplus re-appropriated *	66,429	-	(66,429)
Total revenue	135,738	69,309	(66,429)
EXPENDITURES	135,738	14,407	121,331
Excess of revenue over expenditures	\$ -	54,902	\$ 54,902
CASH BALANCE, beginning of year		66,429	
CASH BALANCE, end of year		\$ 121,331	

\* Amount was shown as a carry-over from prior year and recorded in CARS system as a revenue.  
It has not been included in revenue in this statement since it was included in beginning cash.

The Notes to Financial Statements are  
an integral part of this statement.

<b>Special Revenue Fund</b>		
<b>Budget</b>	<b>Actual</b>	<b>Variance Positive (Negative)</b>
\$ 12,000	\$ -	\$ (12,000)
12,000	-	(12,000)
24,000	-	(24,000)
24,000	-	24,000
<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
	125,184	
	<u>\$ 125,184</u>	

**VIRGINIA COMMISSION ON INTERGOVERNMENTAL COOPERATION**  
**(An Agency of the General Assembly of the Commonwealth of Virginia)**

**CASH BASIS STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES**  
**IN CASH BALANCE - BUDGET AND ACTUAL - GENERAL FUND**  
**For The Year Ended June 30, 2010**

	<b>General Fund</b>		
	<b>Budget</b>	<b>Actual</b>	<b>Variance Positive (Negative)</b>
REVENUE:			
Appropriations from the General Fund of the Commonwealth:			
Original	\$ 649,039	\$ 649,039	\$ -
Prior year surplus re-appropriated *	130,469	-	(130,469)
Total revenue	779,508	649,039	(130,469)
EXPENDITURES	779,508	719,911	59,597
Excess of expenditures over revenue	\$ -	(70,872)	\$ (70,872)
CASH BALANCE, beginning of year		130,469	
CASH BALANCE, end of year		\$ 59,597	

\* Amount was shown as a carry-over from prior year and recorded in CARS system as a revenue.  
It has not been included in revenue in this statement since it was included in beginning cash.

**VIRGINIA COMMISSION ON YOUTH**  
**(An Agency of the General Assembly of the Commonwealth of Virginia)**

**CASH BASIS STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES**  
**IN CASH BALANCE - BUDGET AND ACTUAL - GENERAL AND SPECIAL REVENUE FUNDS**  
**For The Year Ended June 30, 2010**

	<b>General Fund</b>		
	<b>Budget</b>	<b>Actual</b>	<b>Variance Positive (Negative)</b>
REVENUE:			
Appropriations from the General Fund of the Commonwealth:			
Original	\$ 327,401	\$ 327,401	\$ -
Prior year surplus re-appropriated *	59,407	-	(59,407)
Other adjustments and transfers, net	(41,025)	(41,025)	-
Total revenue	345,783	286,376	(59,407)
EXPENDITURES	345,783	259,271	86,512
Excess of revenue over expenditures	\$ -	27,105	\$ 27,105
CASH BALANCE, beginning of year		59,407	
CASH BALANCE, end of year		\$ 86,512	

\* Amount was shown as a carry-over from prior year and recorded in CARS system as a revenue.  
It has not been included in revenue in this statement since it was included in beginning cash.

The Notes to Financial Statements are  
an integral part of this statement.

<b>Special Revenue Fund</b>		
<b>Budget</b>	<b>Actual</b>	<b>Variance Positive (Negative)</b>
\$ 6,000	\$ 6,000	\$ -
-	-	-
-	-	-
6,000	6,000	-
6,000	6,000	-
\$ -	-	\$ -
	-	
	\$ -	



**VIRGINIA DISABILITY COMMISSION**  
**(An Agency of the General Assembly of the Commonwealth of Virginia)**

**CASH BASIS STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES**  
**IN CASH BALANCE - BUDGET AND ACTUAL - GENERAL FUND**  
**For The Year Ended June 30, 2010**

	<b>General Fund</b>		
	<b>Budget</b>	<b>Actual</b>	<b>Variance Positive (Negative)</b>
REVENUE:			
Appropriations from the General Fund of the Commonwealth:			
Original	\$ 25,554	\$ 25,554	\$ -
Prior year surplus re-appropriated *	71,037	-	(71,037)
Total revenue	96,591	25,554	(71,037)
EXPENDITURES	96,591	4,379	92,212
Excess of revenue over expenditures	\$ -	21,175	\$ 21,175
CASH BALANCE, beginning of year		71,037	
CASH BALANCE, end of year		\$ 92,212	

\* Amount was shown as a carry-over from prior year and recorded in CARS system as a revenue.  
It has not been included in revenue in this statement since it was included in beginning cash.

**VIRGINIA FREEDOM OF INFORMATION ADVISORY COUNCIL**  
**(An Agency of the General Assembly of the Commonwealth of Virginia)**

**CASH BASIS STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES**  
**IN CASH BALANCE - BUDGET AND ACTUAL - GENERAL FUND**  
**For The Year Ended June 30, 2010**

	<b>General Fund</b>		
	<b>Budget</b>	<b>Actual</b>	<b>Variance Positive (Negative)</b>
REVENUE:			
Appropriations from the General Fund of the Commonwealth:			
Original	\$ 182,034	\$ 182,034	\$ -
Prior year surplus re-appropriated *	33,933	-	(33,933)
Other adjustments and transfers, net	(6,002)	(6,002)	-
Total revenue	209,965	176,032	(33,933)
EXPENDITURES	209,965	173,608	36,357
Excess of revenue over expenditures	\$ -	2,424	\$ 2,424
CASH BALANCE, beginning of year		33,933	
CASH BALANCE, end of year		\$ 36,357	

\* Amount was shown as a carry-over from prior year and recorded in CARS system as a revenue. It has not been included in revenue in this statement since it was included in beginning cash.

**VIRGINIA HOUSING STUDY COMMISSION**  
**(An Agency of the General Assembly of the Commonwealth of Virginia)**

**CASH BASIS STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES**  
**IN CASH BALANCE - BUDGET AND ACTUAL - GENERAL FUND**  
**For The Year Ended June 30, 2010**

	<b>General Fund</b>		
	<b>Budget</b>	<b>Actual</b>	<b>Variance Positive (Negative)</b>
REVENUE:			
Appropriations from the General Fund of the Commonwealth:			
Original	\$ 20,893	\$ 20,893	\$ -
Prior year surplus re-appropriated *	19,636	-	(19,636)
Total revenue	40,529	20,893	(19,636)
EXPENDITURES	40,529	19,878	20,651
Excess of revenue over expenditures	\$ -	1,015	\$ 1,015
CASH BALANCE, beginning of year		19,636	
CASH BALANCE, end of year		\$ 20,651	

\* Amount was shown as a carry-over from prior year and recorded in CARS system as a revenue.  
It has not been included in revenue in this statement since it was included in beginning cash.

**VIRGINIA SESQUICENTENNIAL OF THE AMERICAN CIVIL WAR COMMISSION**  
**(An Agency of the General Assembly of the Commonwealth of Virginia)**

**CASH BASIS STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES**  
**IN CASH BALANCE - BUDGET AND ACTUAL - GENERAL AND SPECIAL REVENUE FUNDS**  
**For The Year Ended June 30, 2010**

	<b>General Fund</b>		
	<b>Budget</b>	<b>Actual</b>	<b>Variance Positive (Negative)</b>
REVENUE:			
Appropriations from the General Fund of the Commonwealth:			
Original	\$ 2,170,267	\$ 2,170,267	\$ -
Prior year surplus re-appropriated *	359,631	-	(359,631)
Other adjustments and transfers, net	(2,183)	(2,183)	-
Total revenue	<u>2,527,715</u>	<u>2,168,084</u>	<u>(359,631)</u>
EXPENDITURES	<u>2,527,715</u>	<u>630,700</u>	<u>1,897,015</u>
Excess of revenue (expenditures) over expenditures (revenue)	<u>\$ -</u>	<u>1,537,384</u>	<u>\$ 1,537,384</u>
CASH BALANCE, beginning of year		<u>359,631</u>	
CASH BALANCE, end of year		<u>\$ 1,897,015</u>	

\* Amount was shown as a carry-over from prior year and recorded in CARS system as a revenue.  
It has not been included in revenue in this statement since it was included in beginning cash.

The Notes to Financial Statements are  
an integral part of this statement.

Special Revenue Fund		
Budget	Actual	Variance Positive (Negative)
\$ 600,000	\$ 14,319	\$ (585,681)
-	-	-
-	-	-
600,000	14,319	(585,681)
600,000	15,280	584,720
<u>\$ -</u>	<u>(961)</u>	<u>\$ (961)</u>
	<u>25,373</u>	
	<u>\$ 24,412</u>	

**VIRGINIA STATE CRIME COMMISSION**  
**(An Agency of the General Assembly of the Commonwealth of Virginia)**

**CASH BASIS STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES**  
**IN CASH BALANCE - BUDGET AND ACTUAL - GENERAL AND FEDERAL TRUST FUNDS**  
**For The Year Ended June 30, 2010**

	<b>General Fund</b>		
	<b>Budget</b>	<b>Actual</b>	<b>Variance Positive (Negative)</b>
REVENUE:			
Appropriations from the General Fund of the Commonwealth:			
Original	\$ 532,150	\$ 532,150	\$ -
Prior year surplus re-appropriated *	4,135	-	(4,135)
Other adjustments and transfers, net	(68,568)	(68,568)	-
Total revenue	467,717	463,582	(4,135)
EXPENDITURES	467,717	428,434	39,283
Excess of revenue (expenditures) over expenditures (revenue)	\$ -	35,148	\$ 35,148
CASH BALANCE, beginning of year		4,135	
CASH BALANCE, end of year		\$ 39,283	

\* Amount was shown as a carry-over from prior year and recorded in CARS system as a revenue.  
It has not been included in revenue in this statement since it was included in beginning cash.

The Notes to Financial Statements are  
an integral part of this statement.

Federal Trust Fund		
Budget	Actual	Variance Positive (Negative)
\$ 137,434	\$ -	\$ (137,434)
-	-	-
-	26,511	26,511
137,434	26,511	(110,923)
137,434	39,505	97,929
<u>\$ -</u>	<u>(12,994)</u>	<u>\$ (12,994)</u>
	12,994	
	<u>\$ -</u>	

**GENERAL ASSEMBLY AND LEGISLATIVE AGENCIES AND  
COMMISSIONS OF THE COMMONWEALTH OF VIRGINIA**

**NOTES TO FINANCIAL STATEMENTS**

**June 30, 2010**

**Note 1. Summary of Significant Accounting Policies**

Reporting entity:

The General Assembly of the Commonwealth of Virginia (the “Agencies”) is the legislative body of the Commonwealth. The Legislative Agencies and Commissions included herein assist the General Assembly in carrying out its responsibilities (see Note 2).

Fund accounting:

The accounts of the Agencies are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its revenues, expenditures, and expenses. The following funds are used by the Agencies:

**General Fund** – is the operating fund of each agency. It is used to account for all appropriations from the General Fund of the Commonwealth and other receipts that are not specifically allocated by law or other contractual agreement to another fund. Proceeds from the sale of fixed assets are retained in each agency’s general fund and revert to the General Fund of the Commonwealth only upon resolution of the General Assembly. General operating expenditures, fixed charges, and capital improvements are paid through this fund.

**Special Revenue Funds** – are used by certain agencies to account for the proceeds of specific revenue sources that are restricted by legal or regulatory provisions or by administrative action. The Federal Trust Fund is a type of Special Revenue Fund used by certain agencies to account for federal revenue.

**Trust and Agency Funds** – are used by the Joint Legislative Audit and Review Commission to account for funds the Agency receives from the Virginia Retirement System (VRS). The VRS Oversight Act as set forth in Section 30-78 of the *Code of Virginia* requires that the Agency oversee and evaluate the VRS on a continuing basis. These funds are used by the Agency to fulfill these duties

Basis of accounting:

The financial statements are presented on the cash basis of accounting, reflecting only revenues received and expenditures paid. Therefore, receivables and payables, inventories, equipment, and depreciation, which may be material in amount, are not reflected, and these statements do not present the overall financial position or results of operations of the Agencies. The cash basis of accounting demonstrates compliance with the budget laws of the Commonwealth of Virginia.



**GENERAL ASSEMBLY AND LEGISLATIVE AGENCIES AND  
COMMISSIONS OF THE COMMONWEALTH OF VIRGINIA**

**NOTES TO FINANCIAL STATEMENTS**

**June 30, 2010**

**Note 1. Summary of Significant Accounting Policies (Continued)**

Basis of accounting: (Continued)

Appropriations from the Commonwealth and grant revenue are recorded when made available by the State Comptroller to finance operations during the fiscal year. Appropriations are authorizations to spend funds from the General Fund of the Commonwealth, and they have been reported as revenue available to the Agencies in these financial statements.

Budgets and budgetary accounting:

The budget for the Agencies is established by the Appropriations Act (the “Act”) as enacted by the General Assembly of Virginia for the biennium ended June 30, 2010. No payments can be made except as provided for in such Act or in any other Act of the General Assembly making an appropriation. The Act places legal restrictions on expenditures at the Agency level.

The budget is prepared principally on the cash basis. Budgeted amounts reported in the financial statements are as originally appropriated to the Agencies and subsequently adjusted by transfers from other appropriations authorized by the General Assembly.

Cash:

Cash consists primarily of each Agency’s share of cash on deposit with the State Treasurer. In addition, because the Treasury Pool is sufficiently liquid to permit withdrawal of cash at any time without prior notice or penalty, equity in the pool is also deemed to be a cash equivalent. The amounts in the Treasury Pool are collateralized in accordance with the Virginia Security for Public Deposits Act Section 2.2-4400 *et seq.* of the *Code of Virginia*.

**Note 2. Description of Agencies and Commissions**

*General Assembly of the Commonwealth of Virginia* – encompasses the House of Delegates, the Senate, the House Appropriations Committee, and the Senate Finance Committee. The General Assembly represents the citizens of the Commonwealth in the formation of public policy, enacts statutory and financial bases for all governmental actions of the Commonwealth, and handles the election of Commonwealth judicial officers and confirmation of executive appointments of the Governor.

*Auditor of Public Accounts* – audits the accounts and records of various agencies, commissions, and institutions of the Commonwealth.

**GENERAL ASSEMBLY AND LEGISLATIVE AGENCIES AND  
COMMISSIONS OF THE COMMONWEALTH OF VIRGINIA**

**NOTES TO FINANCIAL STATEMENTS**

**June 30, 2010**

**Note 2. Description of Agencies and Commissions (Continued)**

*Brown v. Board of Education Scholarship Awards Committee* – assists students who were enrolled in the public schools of Virginia between 1954 and 1964, in jurisdictions in which the public schools were closed to avoid desegregation, in obtaining the adult high school diploma, the General Education Development certificate, College-Level Examination Program credit, career or technical education or training in an approved program at a Virginia community college or at an accredited career and technical education postsecondary school in the Commonwealth, or an undergraduate degree from an accredited public or private two-year or four-year Virginia college.

*Capitol Square Preservation Council* – coordinates architectural and antiquity research planning.

*Chesapeake Bay Commission* – assists the legislatures of Maryland, Pennsylvania, and Virginia in evaluating and responding to problems of mutual concern relating to the Chesapeake Bay.

*Commission on Electric Utility Restructuring* – established to work collaboratively with the State Corporation Commission in conjunction with the phase-in of retail competition in the generation of electricity in the Commonwealth.

*Commission on Prevention of Human Trafficking* – responsible for developing and implementing a state plan for the prevention of human trafficking.

*Commission on Unemployment Compensation* – responsible for annually monitoring and evaluating Virginia's unemployment compensation system relative to the economic health of the Commonwealth.

*Commission on the Virginia Alcohol Safety Action Program* – provides substance abuse education to social drinkers and more intensive counseling for problem drinkers.

*Division of Capitol Police* – responsible for ensuring the security of the Capitol Square and all other property owned or controlled by the Commonwealth.

*Division of Legislative Automated Systems* – operates an automated data processing center, provides technical assistance, and investigates other data processing related items for the General Assembly. The Division supervises the printing and distribution of bills, resolutions, joint resolutions, House and Senate documents or other matters directed to be printed for use of the House and Senate and intended temporary uses, as well as printing and distribution of House journals, Senate journals, and Acts of Assembly.

*Division of Legislative Services* – provides accounting, legal, and research support to the General Assembly, including assistance in drafting legislation, advice on the constitutional or legal effect of proposed legislation, and summaries of existing laws.

*Dr. Martin Luther King, Jr., Memorial Commission* – studies human relations management.

**GENERAL ASSEMBLY AND LEGISLATIVE AGENCIES AND  
COMMISSIONS OF THE COMMONWEALTH OF VIRGINIA**

**NOTES TO FINANCIAL STATEMENTS**

**June 30, 2010**

**Note 2. Description of Agencies and Commissions (Continued)**

*Joint Commission on Administrative Rules* – responsible for reviewing existing agency rules or regulations and agency rules or regulations during the promulgation or final adoption process.

*Joint Commission on Health Care* – studies and provides recommendations addressing the health care needs of the people of the Commonwealth.

*Joint Commission on Technology and Science* – studies, plans, and coordinates technology research.

*Joint Legislative Audit and Review Commission* – provides for systematic legislative overview and monitoring by concentrating on an evaluation of the effectiveness, efficiency, and economy of the Commonwealth.

*Manufacturing Development Commission* – assesses manufacturing needs and formulates legislative and regulatory remedies to ensure the future of the manufacturing sector in Virginia.

*National Conference of Commissioners on Uniform State Laws* – ascertains the best means to effect uniformity in the laws of the states.

*Small Business Commission* – studies, reports, and makes recommendations on issues of concerns to small businesses in the Commonwealth.

*State Water Commission* – studies the policies related to water for the Commonwealth.

*Virginia Bicentennial of the American War of 1812 Commission* – dedicated to prepare for and commemorate the bicentennial anniversary of Virginia's participation in the American War of 1812.

*Virginia Coal and Energy Commission* – studies all aspects of coal as an energy resource and studies the development of renewable and alternative energy sources other than petroleum.

*Virginia Code Commission* – codifies and prints the acts of the General Assembly in code form, recommends revisions of titles of the Code, and supervises the Registrar of Regulations in order to maintain the rules and regulations of agencies and commissions of the Commonwealth.

*Virginia Commission on Intergovernmental Cooperation* – promotes cooperation between Virginia and other states on matters of joint concern.

*Virginia Commission on Youth* – studies and provides recommendations addressing the needs of and services to the Commonwealth's youth and their families.

*Virginia Disability Commission* – identifies and recommends legislative priorities and policies for adoption or examination by the General Assembly in order to provide ongoing support in developing and reviewing services and funding related to Virginians with physical and sensory disabilities.

**GENERAL ASSEMBLY AND LEGISLATIVE AGENCIES AND  
COMMISSIONS OF THE COMMONWEALTH OF VIRGINIA**

**NOTES TO FINANCIAL STATEMENTS**

**June 30, 2010**

**Note 2. Description of Agencies and Commissions (Continued)**

*Virginia Freedom of Information Advisory Council* – promotes freedom of information.

*Virginia Housing Study Commission* – mandated to ensure that all Virginians have safe, decent, and affordable housing.

*Virginia Sesquicentennial of the American Civil War Commission* – dedicated to prepare for and commemorate the sesquicentennial of Virginia's participation in the American Civil War.

*Virginia State Crime Commission* – studies crime-related issues throughout the Commonwealth.

**Note 3. Contingencies**

Certain agencies participate in various federally assisted grant programs. These programs are subject to financial and compliance audits by the grantors or their representatives. Such audits could lead to requests for reimbursements to the grantor agency for expenditures disallowed under terms of the grant. Agency managements believe that such disallowances, if any, will be immaterial.

## **COMPLIANCE SECTION**

**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON  
COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL  
STATEMENTS PERFORMED IN ACCORDANCE WITH  
*GOVERNMENT AUDITING STANDARDS***

The General Assembly and Legislative  
Agencies and Commissions of the  
Commonwealth of Virginia

We have audited the accompanying cash basis financial statements of the General Assembly and Legislative Agencies and Commissions of the Commonwealth of Virginia ("the Agencies") as of and for the year ended June 30, 2010, and have issued our report thereon dated September 24, 2010. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Agencies' internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Agencies' internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Agencies' internal control over financial reporting.

*A deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. **We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.**

### Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Agencies' financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. **The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.**

This report is intended solely for the respective management of the Agencies and is not intended to be, and should not be, used by anyone other than these specified parties.

*Brown, Edwards & Company, L.L.P.*

CERTIFIED PUBLIC ACCOUNTANTS

Roanoke, Virginia  
September 24, 2010

**INDEPENDENT ACCOUNTANT'S REPORT  
ON APPLYING AGREED-UPON PROCEDURES**

Auditor of Public Accounts  
P.O. Box 1295  
Richmond, Virginia 23218

We have performed the procedures enumerated on page 2, which were agreed to by the Auditor of Public Accounts and Joint Legislative Audit and Review Commission, to selected accounting records and transactions of the General Assembly and Legislative Agencies and Commissions of the Commonwealth of Virginia, hereafter referred to as "the Agencies," as of June 30, 2010. The Agencies' management is responsible for the accounting records. This engagement to apply agreed-upon procedures was performed in accordance with attestation standards established by the American Institute of Certified Public Accountants. The sufficiency of these procedures is solely the responsibility of the specified users of the report, the Auditor of Public Accounts, and Joint Legislative Audit and Review Commission. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

We were not engaged to and did not perform an audit, the objective of which would be the expression of an opinion on the Agencies' financial statements or specified elements, accounts, or items thereof. Accordingly, we do not express such an opinion. Also, we express no opinion on the effectiveness of the Agencies' internal control over financial reporting or any part thereof. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you. Our responsibility is limited to the period covered by our agreed-upon procedures and does not extend to any later periods for which we are not engaged.

This report is intended solely for the use of the specified users listed above and should not be used by those who have not agreed to the procedures and taken responsibility for the sufficiency for the procedures for their purposes.

*Brown, Edwards & Company, L.L.P.*

CERTIFIED PUBLIC ACCOUNTANTS

Roanoke, Virginia  
September 24, 2010



**GENERAL ASSEMBLY AND LEGISLATIVE AGENCIES AND COMMISSIONS  
OF THE COMMONWEALTH OF VIRGINIA**

**PROCEDURES PERFORMED**

**Accounts Receivable**

1. Obtain from agency a summary of accounts receivable that were reported to the Department of Accounts (DOA) at June 30.
2. Obtain the list of invoices that comprise the outstanding balance and test mathematical accuracy of the summary listing.
3. Examine supporting documentation for any individual amount listed greater than \$1,000 to determine that the item represents a valid accounts receivable at June 30.
4. Compare accounts receivable summary balance to prior year and inquire as to reason if balance has changed by more than ten percent.

**Capital Assets**

1. Obtain from agency a summary of capital asset activity for the year that was reported to the DOA at June 30.
2. Trace and agree listing of assets reported to the DOA to the capital asset accounting system (FAACS); document any differences.
3. Examine list of additions and have agency provide invoices for such items.

**Accounts Payable**

1. Obtain from agency the summary of accounts payable reported to the DOA at June 30.
2. Obtain a listing of the P-vouchers for the months of July and August.
3. Examine support for any individual P-voucher for the months of July and August greater than \$1,000 to determine that amount is properly recorded as accounts payable and included in amount reported to the DOA.
4. Compare accounts payable summary balance to prior year and inquire as to reason if balance has changed by more than ten percent.

**Compensated Absences Payable**

1. Obtain from agency the summary of compensated absences reported to the DOA at June 30.
2. Select five employees haphazardly and determine that amounts calculated comply with the agency's policy related to employee's maximum allowable amounts.
3. Trace and agree the total reported to the DOA to the summary listing report by individual.
4. Test mathematical accuracy of the summary of compensated absences at June 30 of each year.
5. Compare balance of summary of compensated absences to prior year and inquire as to reason if balance has changed by more than ten percent.

**GENERAL ASSEMBLY AND LEGISLATIVE AGENCIES AND COMMISSIONS  
OF THE COMMONWEALTH OF VIRGINIA**

**FINDINGS**

**Accounts Receivable**

No exceptions noted.

**Capital Assets**

We noted that some printers were disposed and removed from the Senate's master file records but financial file records were not adjusted for the disposal.

**Accounts Payable**

We noted an item in the amount of \$52,300 that was coded incorrectly and was therefore not included in accounts payable for the Senate in the current year.

We noted an item in the amount of \$40,500 that was coded incorrectly and was therefore not included in accounts payable for the House of Delegates in the prior year.

We noted an item in the amount of \$8,700 for the fiscal year ending 2009 for the Department of Legislative Services that was not reported with the year-end financial information to the Department of Accounts.

**Compensated Absences Payable**

We noted that fiscal year ending compensated absences were not reported with the year-end financial information to the Department of Accounts in the prior year for the Capital Square Preservation Council and the Chesapeake Bay Commission. The current year amounts were \$17,300 and \$8,100, respectively, and approximate prior year amounts.

## COMMUNICATION WITH THOSE CHARGED WITH GOVERNANCE

The General Assembly and Legislative  
Agencies and Commissions of the  
Commonwealth of Virginia

We have audited the cash basis financial statements of the General Assembly and Legislative Agencies and Commissions of the Commonwealth of Virginia ("the Agencies") for the year ended June 30, 2010. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated July 7, 2010. Professional standards also require that we communicate to you the following information related to our audit.

### **Significant Audit Findings**

#### *Qualitative Aspects of Accounting Practices*

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the Agencies are described in Note 1 to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during the year ended June 30, 2010. We noted no transactions entered into by the Agencies during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Certain financial statement disclosures are particularly sensitive because of their significance to financial statement users. The most sensitive disclosure affecting the financial statements is the disclosure of budgets and budgetary accounting in Note 1 to the financial statements regarding the appropriations of the Agencies that are set forth by the Appropriations Act of the General Assembly of Virginia.

#### *Difficulties Encountered in Performing the Audit*

We encountered no significant difficulties in dealing with management in performing and completing our audit.

#### *Corrected and Uncorrected Misstatements*

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are trivial, and communicate them to the appropriate level of management. We proposed no audit adjustments that could, in our judgment, either individually or in the aggregate, have a significant effect on the Agencies' financial reporting process.

## **Significant Audit Findings (Continued)**

### *Disagreements with Management*

For purposes of this letter, professional standards define a disagreement with management as a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

### *Management Representations*

We have requested certain representations from management that are included in the management representation letters (sample attached) dated September 24, 2010.

### *Management Consultations with Other Independent Accountants*

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the governmental unit's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

### *Other Audit Findings or Issues*

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the Agencies auditors. However, these discussions occurred in the normal course of our professional relationship, and our responses were not a condition to our retention.

\*\*\*\*\*

This information is intended solely for the use of the Agencies and management and is not intended to be, and should not be, used by anyone other than these specified parties.

*Brown, Edwards & Company, S. L. P.*

CERTIFIED PUBLIC ACCOUNTANTS

Roanoke, Virginia  
September 24, 2010

Attachment

September 24, 2010

Brown, Edwards and Company, L.L.P.  
Certified Public Accountants  
319 McClanahan Street  
Roanoke, Virginia 24014

Ladies and Gentlemen:

We are providing this letter in connection with your audit of the cash basis financial statements of the [Agency] as of June 30, 2010 and for the year then ended for the purpose of expressing an opinion as to whether the financial statements present fairly, in all material respects, the cash basis financial position of the [Agency] and changes in financial position in conformity with the cash basis of accounting, which is a comprehensive basis of accounting other than U.S. generally accepted accounting principles. We confirm that we are responsible for the fair presentation of the previously mentioned financial statements in accordance with a comprehensive basis of accounting other than U.S. generally accepted accounting principles. We are also responsible for adopting sound accounting policies, establishing and maintaining effective internal control over financial reporting, and preventing and detecting fraud.

We confirm, to the best of our knowledge and belief, as of September 24, 2010, the following representations made to you during your audit.

1. We have made available to you all financial records and related data and all audit or relevant monitoring reports, if any, received from funding sources.
2. There have been no communications from regulatory agencies concerning noncompliance with, or deficiencies in, financial reporting practices.
3. There are no material transactions that have not been properly recorded in the accounting records underlying the financial statements.
4. We acknowledge our responsibility for the design and implementation of programs and controls to prevent and detect fraud.
5. We have no knowledge of any fraud or suspected fraud affecting the entity involving:
  - a. Management,
  - b. Employees who have significant roles in internal control, or
  - c. Others where the fraud could have a material effect on the financial statements.
6. We have no knowledge of any allegations of fraud or suspected fraud affecting the entity received in communications from employees, former employees, analysts, regulators, or others.
7. We have identified to you any previous audits, attestation engagements, and other studies related to the audit objectives and whether related recommendations have been implemented.

8. We have no plans or intentions that may materially affect the carrying value or classification of assets.
9. We have notified you of any known related party transactions, including revenues and expenditures.
10. We are responsible for compliance with the laws, regulations, and provisions of contracts and grant agreements applicable to us.
11. There are no violations or possible violations of budget ordinances, laws and regulations (including those pertaining to adopting, approving, and amending budgets), whose effects should be considered for disclosure in the financial statements.
12. As part of your audit, you prepared the draft financial statements and related notes. We have designated a competent management-level individual to oversee your services and have made all management decisions and performed all management functions. We have reviewed, approved, and accepted responsibility for those financial statements and related notes.
13. The [Agency] has complied with all aspects of contractual agreements that would have a material effect on the financial statements in the event of noncompliance.
14. The accounts receivable, accounts payable, capital asset, and compensated absence listings have been prepared in accordance with the format requested by the Department of Accounts.

No events, including instances of noncompliance, have occurred subsequent to June 30, 2010 and through the date of this letter that would require adjustment to or disclosure in the aforementioned financial statements.

Sincerely,

\_\_\_\_\_  
Title: \_\_\_\_\_